

TOWN OF SOUTHEY
CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2020

TOWN OF SOUTHEY
TABLE OF CONTENTS
 for the year ended December 31, 2020

	Page
STATEMENT OF RESPONSIBILITY	3
INDEPENDENT AUDITOR'S REPORT , dated June 22, 2021	4 - 5
FINANCIAL STATEMENTS	
Consolidated Statement of Financial Position	6
Consolidated Statement of Operations	7
Consolidated Statement of Change in Net Financial Assets	8
Consolidated Statement of Cash Flows	9
Notes to the Consolidated Financial Statements	10 - 19
Schedule 1 - Schedule of Taxes and Other Unconditional Revenue	20
Schedule 2 - Schedule of Operating and Capital Revenue by Function	21 - 25
Schedule 3 - Schedule of Expenses by Function	26 - 27
Schedule 4 - Schedule of Segment Disclosure by Function - 2020	28
Schedule 5 - Schedule of Segment Disclosure by Function - 2019	29
Schedule 6 - Schedule of Tangible Capital Assets by Object	30
Schedule 7 - Schedule of Tangible Capital Assets by Function	31
Schedule 8 - Schedule of Accumulated Surplus	32
Schedule 9 - Schedule of Mill Rates and Assessments	33
Schedule 10 - Schedule of Council Remuneration	34

STATEMENT OF RESPONSIBILITY

To the Ratepayers of the Town of Southey:

Management is responsible for the preparation and presentation of the accompanying consolidated financial statements in accordance with Canadian public sector accounting standards (PSAS). The preparation of the statements necessarily includes selecting appropriate accounting principles and methods, and making decisions affecting the measurement of transactions in which objective judgments and estimates by management are required.

In discharging its responsibilities for the integrity and fairness of the consolidated financial statements, management designs and maintains the necessary accounting, budget, and other related internal controls to provide reasonable assurance that transactions are appropriately authorized and accurately recorded, that assets are properly accounted for and safeguarded, and that financial records are properly maintained to provide reliable information for the preparation of the consolidated financial statements.

The Council is composed of elected officials who are not employees of the Town. The Council is responsible for overseeing management in the performance of its financial reporting responsibilities. The Council fulfills these responsibilities by reviewing the financial information prepared by administration and discussing relevant matters with external auditors. The Council is also responsible for recommending appointment of the Town's external auditors.

Sensus Chartered Professional Accountants Ltd., an independent firm of Chartered Professional Accountants, is appointed by the Council to audit the consolidated financial statements and report directly to them; their report follows. The external auditors have full and free access to, and meet periodically and separately with, both the Council and administration to discuss their audit findings.

Leigh Bishop

Mayor

Chris Lamontagne

Administrator (Acting)

INDEPENDENT AUDITOR'S REPORT

To the Mayor and Council of:
Town of Southey
Southey, Saskatchewan

Qualified Opinion

We have audited the accompanying consolidated financial statements of the Town of Southey, which comprise the consolidated statement of financial position as at December 31, 2020 and the consolidated statement of operations, consolidated statement of changes in net financial assets and consolidated statement of cash flows for the year then ended, and notes to the consolidated financial statements including a summary of significant accounting policies.

In our opinion, except for the effects of the matter described in the Basis for Qualified Opinion paragraph, the consolidated financial statements present fairly, in all material respects, the financial position of the Town of Southey as at December 31, 2020, and its operations and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Qualified Opinion

The Province of Saskatchewan has stringent environmental approval processes for landfill sites that are set out by legislation and regulation. Prior to receiving environmental approval and accepting any waste, a landfill operator is obligated to include responsibility for closure and post-closure care of the approved sites, which requires the Town to set up a liability and accrue for the future expense to restore the land after closure. Touchwood Hills Regional Landfill Inc., a consolidated entity of the Town of Southey, has not recorded a landfill liability; therefore, we have qualified our audit opinion as a result of the unrecorded liability which is a departure from Canadian public sector accounting standards.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the audit of the consolidated financial statements section of our report. We are independent of the Town of Southey in accordance with the ethical requirements that are relevant to our audit of the consolidated financial statements in Canada, and we fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management and Those Charged with Governance for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with Canadian public sector accounting standards, and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is responsible for assessing the Town of Southey's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Town of Southey or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Town of Southey's financial reporting process.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

As part of an audit in accordance with Canadian auditing standards, we exercise our professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Town of Southey's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Town of Southey's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Town of Southey to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



Yorkton, Saskatchewan
June 22, 2021

Chartered Professional Accountants Ltd.

TOWN OF SOUTHEY
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As at December 31, 2020

	2020	2019
FINANCIAL ASSETS		
Cash	\$ 1,496,456	\$ 1,977,802
Taxes receivable - municipal (Note 2)	45,080	42,460
Amounts receivable (Note 3)	133,931	98,691
Land for resale (Note 4)	62,494	62,494
Portfolio investments (Note 5)	120,000	120,000
Patronage equity	900	888
TOTAL FINANCIAL ASSETS	1,858,861	2,302,335
LIABILITIES		
Accounts payable and accrued liabilities	114,064	183,714
Deposits (Note 1)	16,532	15,242
Deferred revenue (Notes 1 and 6)	78,827	500
Long-term debt (Note 7)	1,154,310	1,152,669
TOTAL LIABILITIES	1,363,733	1,352,125
NET FINANCIAL ASSETS	495,128	950,210
NON-FINANCIAL ASSETS		
Tangible capital assets (Schedules 6 and 7)	10,673,840	9,747,023
Prepaid expenses	1,035	1,606
TOTAL NON-FINANCIAL ASSETS	10,674,875	9,748,629
ACCUMULATED SURPLUS (Schedule 8)	\$ 11,170,003	\$10,698,839

TOWN OF SOUTHEY
CONSOLIDATED STATEMENT OF OPERATIONS
for the year ended December 31, 2020

	2020 Budget Unaudited (Note 1)	2020 Actual	2019 Actual
REVENUE			
Taxes and other unconditional revenue (Schedule 1)	\$ 960,840	\$ 1,012,623	\$ 922,139
Fees and charges (Schedules 4 and 5)	366,300	421,348	454,458
Conditional grants (Schedules 4 and 5)	9,830	34,067	59,933
Tangible capital asset sales - gain (loss) (Schedules 4 and 5)		3,912	134,410
Investment income and commissions (Schedules 4 and 5)	13,300	12,498	28,644
Other revenues (Schedules 4 and 5)		85,501	24,634
	1,350,270	1,569,949	1,624,218
EXPENSES			
General government services (Schedule 3)	263,025	236,547	266,201
Protective services (Schedule 3)	167,558	146,648	134,821
Transportation services (Schedule 3)	325,926	319,893	312,046
Environmental and public health services (Schedule 3)	107,311	158,842	177,082
Planning and development services (Schedule 3)	500	41,659	60,877
Recreation and cultural services (Schedule 3)	85,841	93,249	101,118
Utility services (Schedule 3)	221,076	212,832	177,604
	1,171,237	1,209,670	1,229,749
SURPLUS BEFORE OTHER CAPITAL CONTRIBUTIONS	179,033	360,279	394,469
Provincial/Federal capital grants and contributions (Schedules 4 and 5)	85,940	110,885	97,550
ANNUAL SURPLUS	264,973	471,164	492,019
ACCUMULATED SURPLUS, BEGINNING OF YEAR	10,698,839	10,698,839	10,206,820
ACCUMULATED SURPLUS, END OF YEAR	\$ 10,963,812	\$ 11,170,003	\$10,698,839

TOWN OF SOUTHEY

CONSOLIDATED STATEMENT OF CHANGE IN NET FINANCIAL ASSETS for the year ended December 31, 2020

	2020 Budget Unaudited (Note 1)	2020 Actual	2019 Actual
ANNUAL SURPLUS	\$ 264,973	\$ 471,164	\$ 492,019
Acquisition of tangible capital assets	(857,800)	(1,170,552)	(515,760)
Amortization of tangible capital assets	243,447	243,447	269,450
Gain on sale of tangible capital assets		(3,912)	(134,410)
Proceeds on sale of tangible capital assets		4,200	218,751
Decrease in prepaid expenses		571	313
	(614,353)	(926,246)	(161,656)
CHANGE IN NET FINANCIAL ASSETS	\$ (349,380)	(455,082)	330,363
NET FINANCIAL ASSETS, BEGINNING OF YEAR		950,210	619,847
NET FINANCIAL ASSETS, END OF YEAR		\$ 495,128	\$ 950,210

TOWN OF SOUTHEY
CONSOLIDATED STATEMENT OF CASH FLOWS
 for the year ended December 31, 2020

	2020	2019
OPERATING TRANSACTIONS		
Annual surplus	\$ 471,164	\$ 492,019
Changes in non-cash items:		
Taxes receivable - municipal	(2,620)	3,309
Amounts receivable	(35,240)	11,328
Prepaid expenses	571	313
Accounts payable and accrued liabilities	(69,650)	110,795
Deposits	1,290	93
Deferred revenue	78,327	(1,200)
Patronage equity	(12)	(25)
Gain on sale of tangible capital assets	(3,912)	(134,410)
Amortization	243,447	269,450
Cash provided by operating transactions	683,365	751,672
CAPITAL TRANSACTIONS		
Proceeds on sale of tangible capital assets	4,200	218,751
Acquisition of tangible capital assets	(1,170,552)	(515,760)
Cash applied to capital transactions	(1,166,352)	(297,009)
FINANCING TRANSACTIONS		
Proceeds of long-term debt	245,000	
Long-term debt repayment	(243,359)	(186,723)
Cash provided by (applied to) financing transactions	1,641	(186,723)
CHANGE IN CASH	(481,346)	267,940
CASH, BEGINNING OF YEAR	1,977,802	1,709,862
CASH, END OF YEAR	\$ 1,496,456	\$ 1,977,802

TOWN OF SOUTHEY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

for the year ended December 31, 2020

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The consolidated financial statements of the Town are prepared by management in accordance with Canadian Public Sector Accounting Standards (PSAS) as recommended by the Chartered Professional Accountants of Canada (CPA Canada). Significant aspects of the accounting policies are as follows:

Basis of Accounting

The consolidated financial statements are prepared using the accrual basis of accounting. The accrual basis of accounting recognizes revenue as they become available and measurable; expenses are recognized as they are incurred and measurable as a result of the receipt of goods and services and the creation of a legal obligation to pay.

Reporting Entity

The financial statements consolidate the assets, liabilities, and flow of resources of the Town. The entity is comprised of all of the organizations that are owned or controlled by the Town and are, therefore, accountable to Council for the administration of their financial affairs and resources. Entities included in these financial statements are as follows:

Southey and District Recreation Board - 100%
Touchwood Hills Regional Landfill Inc. - 21%

All inter-organizational transactions and balances have been eliminated.

Collection of Funds for Other Authorities

Collection of funds by the Town for the school board, municipal hail, and conservation and development authorities are collected and remitted in accordance with relevant legislation. The amounts collected are disclosed in Note 2.

Government Transfers

Government transfers are the transfer of assets from senior levels of government that are not the result of an exchange transaction, are not expected to be repaid in the future, or the result of a direct financial return. Government transfers are recognized as revenue in the period that the events giving rise to the transfer occurred, providing:

- a) the transfers are authorized
- b) any eligibility criteria have been met; and
- c) reasonable estimates of the amounts can be made.

Unearned government transfer amounts received will be recorded as deferred revenue. Earned government transfer amounts not received will be recorded as an amount receivable.

Deferred Revenue and Deposits

Certain user charges and fees are collected for which the related services have yet to be performed. Revenue is recognized in the period when the related expenses are incurred or services performed.

TOWN OF SOUTHEY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
for the year ended December 31, 2020

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Local Improvement Charges

Local improvement projects financed by frontage taxes recognize any prepayment charges as revenue in the period assessed.

Net-Financial Assets

Net-financial assets at the end of the accounting period are the net amount of financial assets less liabilities outstanding. Financial assets represent items such as cash and those other assets on hand which could provide resources to discharge existing liabilities or finance future operations. These include realizable assets which are convertible to cash and not intended for consumption in the normal course of operations.

Non-Financial Assets

Tangible capital and other non-financial assets are accounted for as assets by the government because they can be used to provide government services in future periods. These assets do not normally provide resources to discharge the liabilities of the government unless they are sold.

Appropriated Reserves

Reserves are established at the discretion of Council to designate surplus for future operating and capital transactions. Amounts so designated are described on Schedule 8.

Property Tax Revenue

Property tax revenue is based on assessments determined in accordance with Saskatchewan Legislation and the formulas, principles, and rules in the Saskatchewan Assessment Manual. Tax mill rates are established annually by Council following the guidance of the Government of Saskatchewan. Tax revenues are recognized when the tax has been authorized by bylaw and the taxable event has occurred. Requisitions operate as a flow through and are excluded from municipal revenue.

Portfolio Investments

Portfolio investments are valued at the lower of cost and market value, less any provisions for other than temporary impairment. The long-term investments in the Saskatchewan Rural Municipalities - Self-Insurance Fund are accounted for on the equity basis.

Inventories

Inventories of materials and supplies expected to be used by the Town are valued at the lower of cost or replacement cost. Inventories of land, materials and supplies held for resale are valued at the lower of cost or net realizable value. Cost is based on actual cost of inventory. Net realizable value is the estimated selling price in the ordinary course of business.

TOWN OF SOUTHEY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
for the year ended December 31, 2020

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Tangible Capital Assets

All tangible capital asset acquisitions or betterment made throughout the year are recorded at their acquisition cost. Initial costs for tangible capital assets that were acquired prior to 2009 were obtained via historical cost information or using current fair market values discounted by a relevant inflation factor back to the point of acquisition. Donated tangible capital assets received are recorded at their fair market value at the date of contribution. The tangible capital assets that are recognized at a nominal value are disclosed on Schedule 6. The costs of these tangible capital assets less any residual value are amortized over the asset's useful life using the straight-line method of amortization. The Town's tangible capital asset useful lives are estimated as follows:

<u>Asset</u>	<u>Useful Life</u>
General Assets	
Land	Indefinite
Land improvements	5 to 20 years
Buildings	10 to 50 years
Vehicles and equipment	
Vehicles	5 to 10 years
Machinery and equipment	5 to 10 years
Infrastructure assets	30 to 75 years
Water & sewer	40 to 75 years
Road network assets	40 years

Government Contributions

Government contributions for the acquisition of capital assets are reported as capital revenue and do not reduce the cost of the related asset.

Works of Art and Other Unrecognized Assets

Assets that have a historical or cultural significance, which include works of art, monuments and other cultural artifacts are not recognized as tangible capital assets because a reasonable estimate of future benefits associated with this property cannot be made.

Capitalization of Interest

The Town does not capitalize interest incurred while a tangible capital asset is under construction.

TOWN OF SOUTHEY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
 for the year ended December 31, 2020

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Leases

All leases are recorded on the consolidated financial statement as either a capital or operating lease. Any lease that transfers the majority of benefits and risk associated with the leased asset is classified as a capital lease. At the inception of a capital lease, an asset and a payment obligation are recorded at an amount equal to the lesser of the present value of the minimum lease payments and the asset's fair market value. Assets under capital leases are amortized on a straight-line basis, over their estimated useful lives (lease term). Any other lease not meeting the before mentioned criteria is classified as an operating lease and rental payments are expensed as incurred.

Landfill Liability

The Town of Southey does not maintain a waste disposal site and utilizes the waste disposal site of Touchwood Hills Regional Landfill Inc. Touchwood Hills Regional Landfill Inc. is unable to estimate the closure and post-closure costs. No amount has been recorded as an asset or liability.

Trust Funds

Funds held in trust for others, under a trust agreement or statute, are not included in the Town's consolidated financial statements as they are not controlled by the Town.

Employee Benefit Plan

Contributions to the Town's defined benefit plans are expensed when contributions are made. Under the defined benefit multi-employer plan, the Town's obligations are limited to their contributions.

Liability for Contaminated Sites

Contaminated sites are a result of contamination being introduced into air, soil, water or sediment of a chemical, organic or radioactive material or live organism that exceeds an environmental standard. The liability is recorded net of any expected recoveries. A liability for remediation of contaminated sites is recognized when all the following criteria are met:

- a) an environmental standard exists;
- b) contamination exceeds the environmental standard;
- c) The Town:
 - i. is directly responsible; or
 - ii. accepts responsibility;
- d) it is expected that future economic benefits will be given up; and
- e) a reasonable estimate of the amount can be made.

TOWN OF SOUTHEY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

for the year ended December 31, 2020

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Measurement Uncertainty

The preparation of consolidated financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the consolidated financial statements, and the reported amounts of revenue and expenditures during the period. Accounts receivable are stated after evaluation as to their collectibility and an appropriate allowance for doubtful accounts is provided where considered necessary.

The measurement of materials and supplies are based on estimates of volume and quality. The 'Opening Asset costs' of tangible capital assets have been estimated where actual costs were not available. Amortization is based on the estimated useful lives of tangible capital assets.

These estimates and assumptions are reviewed periodically and, as adjustments become necessary they are reported in earnings in the periods in which they become known.

Basis of Segmentation/Segment Report

The Town has adopted the new Public Sector Accounting Board's recommendations requiring financial information to be provided on a segmented basis. Municipal services have been segmented by grouping activities that have similar service objectives (by function). Revenues that are directly attributable to the costs of the function have been attributed to each segment. Interest is allocated to functions based on the purpose of specific borrowings.

The segments (functions) are as follows:

General government: Provides administration of the Town.

Protective services: Is comprised of expenses for police and fire protection.

Transportation services: Is responsible for the delivery of public works services related to the development and maintenance of roadway systems and street lighting.

Environmental and public health: Environmental segment provides waste disposal and other environmental services and the public health segment provides for expenses related to public health services in the Town.

Planning and development: Provides for neighbourhood development and sustainability.

Recreation and culture: Provides for community services through provision of recreation and leisure services.

Utility: Provides for delivery of water, collecting and treating of wastewater and providing collection and disposal of solid waste.

Budget Information

Budget information is presented on a basis consistent with that used for actual results. The budget was approved by Council on July 14, 2020.

TOWN OF SOUTHEY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
for the year ended December 31, 2020

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

New Standards and Amendments to Standards

Effective for Fiscal Years Beginning On or After April 1, 2022:

PS 1201 Financial Statement Presentation, replaces PS 1200 with revised general reporting principles and standards of presentation and disclosure in government financial statements. Requires a new statement of re-measurement gains and losses separate from the statement of operations arising from the re-measurement of financial instruments and items denominated in foreign currencies, as well as the government's proportionate share of other comprehensive income that arises when a government includes the results of government business enterprises and partnerships. Effective in the period PS 3450 and PS 2601 are adopted.

PS 2601 Foreign Currency Translation, replaces PS 2600 with revised guidance on the recognition, presentation and disclosure of transactions that are denominated in a foreign currency. Requires that monetary assets and liabilities denominated in a foreign currency and non-monetary items included in the fair value category, denominated in a foreign currency, be adjusted to reflect the exchange rates in effect at the financial statement date. Unrealized gains and losses are to be presented in the statement of re-measurement gains and losses.

PS 3041 Portfolio Investments, replaces PS 3040 with revised guidance on accounting for, and presentation and disclosure of, portfolio investments. Removes the distinction between temporary and portfolio investments. Upon adoption of PS 3450 and PS 3041, PS 3030, Temporary Investments, will no longer apply. Effective in the period PS 3450, PS 2601, and PS 1201 are adopted.

PS 3450 Financial Instruments, a new standard establishing guidance on the recognition, measurement, presentation and disclosure of financial instruments, including derivatives. This standard requires fair value measurement of derivatives and equity instruments that are quoted in an active market; all other financial instruments can be measured at cost/amortized cost or fair value at the election of the government. Unrealized gains and losses are presented in a new statement of re-measurement gains and losses. There is the requirement to disclose the nature and extent of risks arising from financial instruments and clarification is given for the de-recognition of financial liabilities.

PS 3280 Asset Retirement Obligations, a new standard establishing guidance on the accounting and reporting of legal obligations associated with the retirement of tangible capital assets controlled by a government or a government organization. A liability for a retirement obligation can apply to tangible capital assets either in productive use or no longer in productive use. As this standard includes solid waste landfill sites active and post-closing obligations, upon adoption of this new standard, existing Solid Waste Landfill Closure and Post-Closure Liability section PS 3270 will be withdrawn.

Effective On or After April 1, 2023:

PS 3400 Revenue, a new standard establishing guidance on how to account for and report on revenue. The standard provides a framework for recognizing, measuring, and reporting revenues that arise from transactions that include the performance obligations and transactions that do not have performance obligations. Performance obligations are enforceable promises to provide specific goods or services to a specific payer.

The extent of the impact on adoption of these future standards is not known at this time.

TOWN OF SOUTHEY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
for the year ended December 31, 2020

2. TAXES AND GRANTS-IN-LIEU RECEIVABLE

	2020	2019
Municipal		
- Current	\$ 31,003	\$ 30,627
- Arrears	14,077	11,833
Total municipal taxes receivable	45,080	42,460
School		
- Current	13,110	11,338
- Arrears	4,314	4,449
Total school taxes receivable	17,424	15,787
Total taxes and grants-in-lieu receivable	62,504	58,247
Deduct taxes receivable to be collected on behalf of other organizations	(17,424)	(15,787)
Municipal and grants-in-lieu taxes receivable	\$ 45,080	\$ 42,460

3. AMOUNTS RECEIVABLE

Amounts receivable are valued at their net realized value.

	2020	2019
Utility	\$ 61,965	\$ 50,707
Organizations and individuals	52,076	22,701
Federal government	21,244	22,357
Accrued interest	2,926	2,926
	138,211	98,691
Less allowance for doubtful amounts	(4,280)	
	\$ 133,931	\$ 98,691

4. LAND FOR RESALE

	2020	2019
Other Land	\$ 62,494	\$ 62,494

TOWN OF SOUTHEY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

for the year ended December 31, 2020

5. PORTFOLIO INVESTMENTS

	2020	2019
Portfolio investments	\$ 120,000	\$ 120,000

Portfolio investments represent an investment in a non-redeemable Guaranteed Investment Certificate (GIC) from the Royal Bank of Canada. The GIC earns interest at a rate of 2.50% (2019 - 2.50%) and matures January 2022.

6. DEFERRED REVENUE

	2020	2019
Municipal Economic Enhancement Program	\$ 75,827	\$
Land sale deposits	3,000	500
	<u>\$ 78,827</u>	<u>\$ 500</u>

7. LONG-TERM DEBT

The debt limit of the Town is \$1,177,727. The debt limit for a Town is the total amount of the Town's own source revenues for the preceding year (the *Municipalities Act* Section 161(1)).

	2020	2019
Loan payable to Royal Bank of Canada, interest at 3.74%, payable at \$121,700 annually including interest, maturing 2027.	\$ 737,522	\$ 828,246
Loan payable to Royal Bank of Canada, interest at 4.26%, payable at \$117,417 annually including interest, maturing 2022.	220,788	324,423
Loan payable to 101172130 Saskatchewan Ltd., interest-free, payable at \$49,000 annually, maturing 2024.	196,000	
	<u>\$ 1,154,310</u>	<u>\$ 1,152,669</u>

Future principal and interest payments are as follows:

	Principal	Interest	Total
2021	\$ 251,128	\$ 36,989	\$ 288,117
2022	259,249	28,868	288,117
2023	150,452	20,248	170,700
2024	154,077	16,623	170,700
2025	109,006	12,694	121,700
Thereafter	230,398	13,002	243,400
Balance	<u>\$ 1,154,310</u>	<u>\$ 128,424</u>	<u>\$ 1,282,734</u>

TOWN OF SOUTHEY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

for the year ended December 31, 2020

8. COMMITMENTS

During the year, the Council of the Town of Southey has committed to three projects:

A project with the Regina Qu'Appelle Health Region for the construction of a new health centre for the Town. The project is expected to be completed in 2021 with an estimated total cost of \$1.24 million. As of the consolidated financial statement date, \$1.238 million in construction costs have been incurred and recorded as an asset under construction.

A project to construct a new fire hall for the Town. The project is expected to be completed in March 2022 with an estimated cost of \$343,800. As of the consolidated financial statement date, \$263,764 in construction costs have been incurred and recorded as an asset under construction. Of the construction costs, \$18,764 pertains to upgrades that were approved by the Municipal Economic Enhancement Program (MEEP), which is contributing \$65,000 to the total project from the Provincial Government. The remainder of the project will be covered by the Town. The Town has deferred the remaining \$46,236 of MEEP funding for these upgrades.

A project to expand the cemetery and columbarium for the Town is expected to be completed in March 2022 with an estimated cost of \$41,500. As of the consolidated financial statement date, \$21,467 in construction costs have been incurred and recorded as an asset under construction. Of the construction costs, \$3,467 pertains to costs that were approved by MEEP, which is contributing \$20,000 to the project from the Provincial Government. The remainder of the project will be covered by the Town. The Town has deferred the remaining \$16,533 of MEEP funding for this project.

9. PENSION PLAN

The Town is an employer member of the Municipal Employee Pension Plan (MEPP), which is a multi-employer defined benefit pension plan. The Commission of MEPP, representing plan member employers, is responsible for overseeing the management of the pension plan, including investment of assets and administration of benefits. The Town's pension expense in 2020 was \$19,413 (2019 - \$20,708). The benefits accrued to the Town's employees from MEPP are calculated using the following: Pensionable Years of Service, Highest Average Salary, and the plan accrual rate. The costs of the retirement plan are not allocated to the individual entities within the related group. As a result, individual entities within the related group are not able to identify their share of the underlying assets and liabilities. Therefore, the plan is accounted for as a defined contribution plan in accordance with the requirements of the Chartered Professional Accountants of Canada Handbook Section PS3250.

10. OTHER MATTERS

On March 11, 2020, the World Health Organization declared the COVID-19 outbreak a worldwide pandemic. Subsequently, on March 18, 2020, the Province of Saskatchewan declared a province-wide state of emergency to help reduce the spread of COVID-19. The Town has not suffered any significant disruptions throughout the year as a result from the outbreak.

While the disruption is currently expected to be temporary, there is considerable uncertainty about the duration of this disruption. As a result, the related financial impact and duration cannot be reasonably estimated at this time.

TOWN OF SOUTHEY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
for the year ended December 31, 2020

11. GOVERNMENT ASSISTANCE

In response to the pandemic, the Provincial and Federal governments have provided funds to municipalities in order to stimulate economic recovery and enhance infection protection and control measures in their operations. Through the Municipal Economic Enhancement Program (MEEP), the Town received funds of \$115,558 and these funds were approved to be spent on: fire hall upgrades, road repairs on Carroll Crescent, columbarium and cemetery expansion, and the purchase of a tractor for the Town. As of December 31, 2020, the following amounts were spent on the mentioned projects: fire hall - \$18,764, road repairs - \$19,071, and columbarium - \$3,467. Of these three projects, only the road repairs were completed in 2020. The tractor purchase and the other projects have not been completed in 2020, deferring the remaining \$75,827 into 2021. In addition, the Safe Restart Program provided \$47,962 in unconditional funding to the Town.

TOWN OF SOUTHEY

SCHEDULE 1 - SCHEDULE OF TAXES AND OTHER UNCONDITIONAL REVENUES for the year ended December 31, 2020

	2020 Budget Unaudited (Note 1)	2020 Actual	2019 Actual
TAXES			
General municipal tax levy	\$ 730,000	\$ 734,489	\$ 705,262
Abatements and adjustments	(12,270)	(11,868)	(8,268)
Discount on current year taxes	(27,000)	(29,054)	(27,002)
Net Municipal Taxes	690,730	693,567	669,992
Penalties on tax arrears	6,080	5,748	6,078
Total Taxes	696,810	699,315	676,070
UNCONDITIONAL GRANTS			
Equalization (Revenue Sharing)	184,040	184,047	166,072
Safe Restart Program		47,962	
Total Unconditional Grants	184,040	232,009	166,072
GRANTS-IN-LIEU OF TAXES			
Federal	2,250	2,251	2,251
Provincial			
Sasktel	1,820	1,820	1,820
Department of Highways	8,370	8,375	8,375
Local/Other			
Housing Authority	6,050	6,052	6,052
Other Government Transfers			
S.P.C. Surcharge	40,780	43,242	40,782
Sask Energy Surcharge	20,720	19,559	20,717
Total Grants-in-Lieu of Taxes	79,990	81,299	79,997
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	\$ 960,840	\$ 1,012,623	\$ 922,139

TOWN OF SOUTHEY

SCHEDULE 2 - SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION for the year ended December 31, 2020

	2020 Budget Unaudited (Note 1)	2020 Actual	2019 Actual
GENERAL GOVERNMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work	\$ 4,190	\$ 3,898	\$ 4,193
- Sale of supplies		312	
- Other (tax certificates, general office services, pet licenses)	3,550	1,839	3,868
Total Fees and Charges	7,740	6,049	8,061
- Investment income and commissions	13,300	12,498	28,644
Total Other Segmented Revenue	21,040	18,547	36,705
Total Operating	21,040	18,547	36,705
Total General Government Services	21,040	18,547	36,705
PROTECTIVE SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Police fines	40,440	40,617	39,541
- Fire fees	25,000	68,180	45,482
Total Fees and Charges	65,440	108,797	85,023
- Fire donations		2,800	2,300
Total Other Segmented Revenue	65,440	111,597	87,323
Total Operating	65,440	111,597	87,323
Capital			
Conditional Grants			
- Municipal Economic Enhancement Program	18,764	18,764	
Total Capital	18,764	18,764	
Total Protective Services	84,204	130,361	87,323

TOWN OF SOUTHEY

SCHEDULE 2 - SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION for the year ended December 31, 2020

	2020 Budget Unaudited (Note 1)	2020 Actual	2019 Actual
TRANSPORTATION SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work	\$ 40,560	\$ 40,929	\$ 46,420
Total Fees and Charges	40,560	40,929	46,420
Total Other Segmented Revenue	40,560	40,929	46,420
Conditional Grants			
- Student Employment	1,330	3,430	1,327
- Provincial Traffic Safety Fund			27,866
Total Conditional Grants	1,330	3,430	29,193
Total Operating	41,890	44,359	75,613
Capital			
Conditional Grants			
- Municipal Economic Enhancement Program	17,500	17,500	
Total Capital	17,500	17,500	
Total Transportation Services	59,390	61,859	75,613

TOWN OF SOUTHEY

SCHEDULE 2 - SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION for the year ended December 31, 2020

	2020 Budget Unaudited (Note 1)	2020 Actual	2019 Actual
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Waste and disposal fees	\$ 41,890	\$ 41,842	\$ 41,892
- Cemetery fees and building rentals	5,900	1,600	7,696
- Touchwood Hills Regional Landfill Inc.		26,345	30,073
Total Fees and Charges	47,790	69,787	79,661
- Tangible capital asset sales - gain		3,912	134,410
- Donations		70,156	10,594
- Touchwood Hills Regional Landfill Inc.		580	824
Total Other Segmented Revenue	47,790	144,435	225,489
Conditional Grants			
- Touchwood Hills Regional Landfill Inc.		19,146	21,042
- Multi-Material Stewardship Western	8,000	11,491	7,998
Total Conditional Grants	8,000	30,637	29,040
Total Operating	55,790	175,072	254,529
Capital			
Conditional Grants			
- Municipal Economic Enhancement Program	2,236	3,467	
Total Capital	2,236	3,467	
Total Environmental and Public Health Services	58,026	178,539	254,529
PLANNING AND DEVELOPMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Permits and licenses	2,000	5,220	29,143
Total Fees and Charges	2,000	5,220	29,143
Total Other Segmented Revenue	2,000	5,220	29,143
Total Operating	2,000	5,220	29,143
Total Planning and Development Services	2,000	5,220	29,143

TOWN OF SOUTHEY

SCHEDULE 2 - SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION for the year ended December 31, 2020

	2020 Budget Unaudited (Note 1)	2020 Actual	2019 Actual
RECREATION AND CULTURAL SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Community hall fees	\$ 5,000	\$ 2,445	\$ 7,530
Total Fees and Charges	5,000	2,445	7,530
- Southey and District Recreation Board		11,965	10,916
Total Other Segmented Revenue	5,000	14,410	18,446
Conditional Grants			
- Canada Day fund	500		1,700
Total Conditional Grants	500		1,700
Total Operating	5,500	14,410	20,146
Total Recreation and Cultural Services	5,500	14,410	20,146
UTILITY SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Water	103,570	93,109	104,427
- Sewer	50,430	51,005	50,427
- Infrastructure	43,770	44,007	43,766
Total Fees and Charges	197,770	188,121	198,620
Total Other Segmented Revenue	197,770	188,121	198,620
Total Operating	197,770	188,121	198,620
Capital			
Conditional Grants			
- Gas Tax	47,440	71,154	97,550
Total Capital	47,440	71,154	97,550
Total Utility Services	245,210	259,275	296,170
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	\$ 475,370	\$ 668,211	\$ 799,629

TOWN OF SOUTHEY

SCHEDULE 2 - SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION **for the year ended December 31, 2020**

	2020 Budget Unaudited (Note 1)	2020 Actual	2019 Actual
SUMMARY			
Total Other Segmented Revenue	\$ 379,600	\$ 523,259	\$ 642,146
Total Conditional Grants	9,830	34,067	59,933
Total Capital Grants and Contributions	85,940	110,885	97,550
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	\$ 475,370	\$ 668,211	\$ 799,629

TOWN OF SOUTHEY
SCHEDULE 3 - SCHEDULE OF EXPENSES BY FUNCTION
for the year ended December 31, 2020

	2020 Budget Unaudited (Note 1)	2020 Actual	2019 Actual
GENERAL GOVERNMENT SERVICES			
Council remuneration and travel	\$ 28,300	\$ 19,396	\$ 28,301
Wages and benefits	146,870	113,293	132,049
Professional/Contractual services	59,510	66,827	44,230
Utilities	11,760	13,173	11,759
Maintenance, materials, and supplies	15,990	18,983	37,450
Amortization	595	595	12,412
Allowance for uncollectibles		4,280	
Total General Government Services	263,025	236,547	266,201
PROTECTIVE SERVICES			
Police protection			
Professional/Contractual services	63,440	64,357	64,383
Maintenance, materials, and supplies	6,220	6,420	6,217
Fire protection			
Wages and benefits	1,000	1,000	1,000
Professional/Contractual services	13,090	29,031	12,731
Utilities	1,700	1,268	1,062
Maintenance, materials, and supplies	60,620	23,084	27,315
Amortization	21,488	21,488	22,113
Total Protective Services	167,558	146,648	134,821
TRANSPORTATION SERVICES			
Wages and benefits	103,480	104,661	94,891
Professional/Contractual services	19,670	21,175	12,495
Utilities	20,250	19,757	18,833
Maintenance, materials, and supplies	78,320	73,514	73,614
Gravel	3,420		3,420
Amortization	100,786	100,786	108,793
Total Transportation Services	325,926	319,893	312,046

TOWN OF SOUTHEY
SCHEDULE 3 - SCHEDULE OF EXPENSES BY FUNCTION
for the year ended December 31, 2020

	2020 Budget Unaudited (Note 1)	2020 Actual	2019 Actual
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Wages and benefits	\$ 37,960	\$ 56,074	\$ 50,451
Professional/Contractual services	6,500	26,154	44,806
Utilities	13,400	18,297	11,887
Maintenance, materials, and supplies	9,190	19,147	19,010
Grants and contributions			
- Operating			
• Waste disposal	20,100	19,055	19,055
• Public Health	1,160	1,000	1,163
Amortization	19,001	19,001	21,058
Interest		12	10
Touchwood Hills Regional Landfill Inc.		102	9,642
Total Environmental and Public Health Services	107,311	158,842	177,082
PLANNING AND DEVELOPMENT SERVICES			
Professional/Contractual services	500	11,808	27,715
Interest on long-term debt		29,851	33,162
Total Planning and Development Services	500	41,659	60,877
RECREATION AND CULTURAL SERVICES			
Professional/Contractual services	2,490	2,492	2,318
Utilities	9,860	10,565	9,805
Maintenance, materials, and supplies	13,390	8,884	15,693
Grants and contributions			
- Operating	10,610	12,708	10,613
Amortization	49,491	49,491	51,301
Southey and District Recreation Board		9,109	11,388
Total Recreation and Cultural Services	85,841	93,249	101,118
UTILITY SERVICES			
Wages and benefits	29,100	33,139	25,136
Professional/Contractual services	31,200	42,256	30,999
Utilities	18,310	20,940	17,980
Maintenance, materials, and supplies	48,850	51,765	32,657
Amortization	52,086	52,086	53,773
Interest on long-term debt	41,530	12,646	17,059
Total Utility Services	221,076	212,832	177,604
TOTAL EXPENSES BY FUNCTION	\$ 1,171,237	\$ 1,209,670	\$ 1,229,749

TOWN OF SOUTHEY
SCHEDULE 4 - SCHEDULE OF SEGMENT DISCLOSURE BY FUNCTION
for the year ended December 31, 2020

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	\$ 6,049	\$ 108,797	\$ 40,929	\$ 69,787	\$ 5,220	\$ 2,445	\$ 188,121	\$ 421,348
Tangible Capital Asset Sale - Gain (Loss)				3,912				3,912
Land Sales - Gain (Loss)								
Investment Income & Commissions	12,498							12,498
Other Revenues		2,800		70,736		11,965		85,501
Grants - Conditional			3,430	30,637				34,067
- Capital		18,764	17,500	3,467			71,154	110,885
Total revenues	18,547	130,361	61,859	178,539	5,220	14,410	259,275	668,211
Expenses (Schedule 3)								
Wages & Benefits	132,689	1,000	104,661	56,074			33,139	327,563
Professional/Contractual Services	66,827	93,388	21,175	26,154	11,808	2,492	42,256	264,100
Utilities	13,173	1,268	19,757	18,297		10,565	20,940	84,000
Maintenance, Materials, Supplies	18,983	29,504	73,514	19,147		8,884	51,765	201,797
Grants and Contributions				20,055		12,708		32,763
Amortization	595	21,488	100,786	19,001		49,491	52,086	243,447
Interest				12	29,851		12,646	42,509
Allowance for Uncollectibles	4,280							4,280
Other				102		9,109		9,211
Total expenses	236,547	146,648	319,893	158,842	41,659	93,249	212,832	1,209,670
Surplus (Deficit) by Function	(218,000)	(16,287)	(258,034)	19,697	(36,439)	(78,839)	46,443	(541,459)
Taxation and other unconditional revenue (Schedule 1)								1,012,623
Net Surplus								\$ 471,164

TOWN OF SOUTHEY
SCHEDULE 5 - SCHEDULE OF SEGMENT DISCLOSURE BY FUNCTION
For the year ended December 31, 2019

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	\$ 8,061	\$ 85,023	\$ 46,420	\$ 79,661	\$ 29,143	\$ 7,530	\$ 198,620	\$ 454,458
Tangible Capital Asset Sale - Gain (Loss)				134,410				134,410
Land Sales - Gain (Loss)								
Investment Income & Commissions	28,644							28,644
Other Revenues		2,300		11,418		10,916		24,634
Grants - Conditional			29,193	29,040		1,700		59,933
- Capital							97,550	97,550
Total revenues	36,705	87,323	75,613	254,529	29,143	20,146	296,170	799,629
Expenses (Schedule 3)								
Wages & Benefits	160,350	1,000	94,891	50,451			25,136	331,828
Professional/Contractual Services	44,230	77,114	12,495	44,806	27,715	2,318	30,999	239,677
Utilities	11,759	1,062	18,833	11,887		9,805	17,980	71,326
Maintenance, Materials, Supplies	37,450	33,532	77,034	19,010		15,693	32,657	215,376
Grants and Contributions				20,218		10,613		30,831
Amortization	12,412	22,113	108,793	21,058		51,301	53,773	269,450
Interest				10	33,162		17,059	50,231
Allowance for Uncollectibles								
Other				9,642		11,388		21,030
Total expenses	266,201	134,821	312,046	177,082	60,877	101,118	177,604	1,229,749
Surplus (Deficit) by Function	(229,496)	(47,498)	(236,433)	77,447	(31,734)	(80,972)	118,566	(430,120)
Taxation and other unconditional revenue (Schedule 1)								922,139
Net Surplus								\$ 492,019

TOWN OF SOUTHEY
SCHEDULE 6 - SCHEDULE OF TANGIBLE CAPITAL ASSETS BY OBJECT
for the year ended December 31, 2020

	General Assets					Infrastructure Assets	General/ Infrastructure	Totals	
Cost	Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Linear Assets	Assets Under Construction	2020	2019
Opening costs	\$ 643,900	487,197	3,511,790	112,782	1,224,615	11,067,166	407,308	\$ 17,454,758	\$ 17,149,851
Additions during the year		32,158	7,699		14,347		1,116,348	1,170,552	515,760
Disposals and write downs					(8,400)			(8,400)	(210,853)
Closing costs	<u>643,900</u>	<u>519,355</u>	<u>3,519,489</u>	<u>112,782</u>	<u>1,230,562</u>	<u>11,067,166</u>	<u>1,523,656</u>	<u>18,616,910</u>	<u>17,454,758</u>
Accumulated Amortization									
Opening accumulated amortization		192,656	2,674,967	40,627	658,546	4,140,939		7,707,735	7,564,797
Amortization		13,286	49,634	8,573	63,837	108,117		243,447	269,450
Disposals and write downs					(8,112)			(8,112)	(126,512)
Closing accumulated amortization		<u>205,942</u>	<u>2,724,601</u>	<u>49,200</u>	<u>714,271</u>	<u>4,249,056</u>		<u>7,943,070</u>	<u>7,707,735</u>
Net Book Value	<u>\$ 643,900</u>	<u>313,413</u>	<u>794,888</u>	<u>63,582</u>	<u>516,291</u>	<u>6,818,110</u>	<u>1,523,656</u>	<u>\$ 10,673,840</u>	<u>\$ 9,747,023</u>

TOWN OF SOUTHEY
SCHEDULE 7 - SCHEDULE OF TANGIBLE CAPITAL ASSETS BY FUNCTION
for the year ended December 31, 2020

Cost	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Water & Sewer	Totals	
								2020	2019
Opening costs	\$ 1,237,602	733,376	5,810,159	699,107		2,192,706	6,781,808	\$ 17,454,758	\$ 17,149,851
Additions during the year	2,786	263,764	8,857	890,232			4,913	1,170,552	515,760
Disposals and write downs				(8,400)				(8,400)	(210,853)
Closing costs	<u>1,240,388</u>	<u>997,140</u>	<u>5,819,016</u>	<u>1,580,939</u>		<u>2,192,706</u>	<u>6,786,721</u>	<u>18,616,910</u>	<u>17,454,758</u>
Accumulated Amortization									
Opening accumulated amortization	966,363	551,251	2,499,041	154,619		1,357,793	2,178,668	7,707,735	7,564,797
Amortization	595	21,488	100,786	19,001		49,491	52,086	243,447	269,450
Disposals and write downs				(8,112)				(8,112)	(126,512)
Closing accumulated amortization	<u>966,958</u>	<u>572,739</u>	<u>2,599,827</u>	<u>165,508</u>		<u>1,407,284</u>	<u>2,230,754</u>	<u>7,943,070</u>	<u>7,707,735</u>
Net Book Value	<u>\$ 273,430</u>	<u>424,401</u>	<u>3,219,189</u>	<u>1,415,431</u>		<u>785,422</u>	<u>4,555,967</u>	<u>\$ 10,673,840</u>	<u>\$ 9,747,023</u>

TOWN OF SOUTHEY
SCHEDULE 8 - SCHEDULE OF ACCUMULATED SURPLUS
 for the year ended December 31, 2020

	2019	Changes	2020
UNAPPROPRIATED SURPLUS	\$ 636,270	\$ (121,695)	\$ 514,575
APPROPRIATED RESERVES			
Fire Equipment Replacement Reserve	86,950	(48,310)	38,640
Health Centre Reserve	218,750	(218,750)	
Equipment Reserve	48,850	25,321	74,171
Subdivision Reserve	234,553	1,984	236,537
Infrastructure Reserve	872,864	(92,615)	780,249
Museum and Cemetery Reserve	6,248	53	6,301
Total appropriated	1,468,215	(332,317)	1,135,898
NET INVESTMENT IN TANGIBLE CAPITAL ASSETS			
Tangible capital assets (Schedule 6)	9,747,023	926,817	10,673,840
Less: Related debt	(1,152,669)	(1,641)	(1,154,310)
Net Investment in Tangible capital assets	8,594,354	925,176	9,519,530
TOTAL ACCUMULATED SURPLUS	\$ 10,698,839	\$ 471,164	\$ 11,170,003

TOWN OF SOUTHEY
SCHEDULE 9 - SCHEDULE OF MILL RATES AND ASSESSMENTS
for the year ended December 31, 2020

	PROPERTY CLASS						Total
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial & Industrial	Potash Mine(s)	
Taxable assessment	85,580	58,273,760			12,851,200		71,210,540
Regional Park Assessment							
Total Assessment							71,210,540
Mill Rate Factor(s)	1.00	1.00			3.25		
Total Base/Minimum Tax	880	275,220			37,860		313,960
Total Municipal Tax Levy	1,239	519,971			213,279		734,489

MILL RATES:

MILLS

Average Municipal	10.3143
Average School	4.5048
Potash Mill Rate	
Uniform Municipal Mill Rate	4.2000

TOWN OF SOUTHEY

SCHEDULE 10 - SCHEDULE OF COUNCIL REMUNERATION for the year ended December 31, 2020

	<u>Remuneration</u>	<u>Reimbursed Costs</u>	<u>Total</u>
Mayor - Martin Lingelbach	\$ 3,280	\$ 225	\$ 3,505
Mayor - Leigh Bishop	440		440
Councilor - Robert Geiger	2,850		2,850
Councilor - Russ Siebert	2,450		2,450
Councilor - Ceili Moore	2,150		2,150
Councilor - Gordon Baragar	1,990	113	2,103
Councilor - Ralph Boehmer	1,200	99	1,299
Councilor - Rob Dukes	1,200		1,200
Councilor - Terry Focht	880		880
Councilor - Mike Lingelbach	800		800
Councilor - Devon Orb	400		400
Councilor - Jordan Hegglin	400		400
Councilor - Susan Hillier	400		400
	<u>\$ 18,440</u>	<u>\$ 437</u>	<u>\$ 18,877</u>